

..DID: 6640
..TXT: PSC NO: 88 GAS LEAF: 14
COMPANY: NEW YORK STATE ELECTRIC & GAS CORPORATION REVISION: 2
INITIAL EFFECTIVE DATE: 12/10/98 SUPERSEDING REVISION: 1
STAMPS: Issued in compliance with commission order in Case 98-G-0845 dated 12/
Cancelled by 3 Rev. Leaf No. 14 Effective 04/01/1999
RECEIVED: 12/10/98 STATUS: Cancelled EFFECTIVE: 12/10/98

GENERAL INFORMATION

5. CONDITIONS OF GAS SERVICE: (CONT'D)

D. Warranty of Title

Customer warrants that it will have good title to all natural gas delivered to the Company for transportation hereunder, and that such gas will be free and clear of all liens, encumbrances and claims whatsoever, and that it will indemnify the Company and save it harmless from all suits, actions, debts, accounts, damages, costs, losses and expenses arising from or out of adverse claims of any and all persons to said gas.

E. Allowance for Losses

In all areas except the Binghamton Area, the Customer shall provide the Company with a quantity of gas equal to one percent (1%) of the amount of Customer-owned gas received by the Company as an allowance for losses incurred in the process of delivery. In the Binghamton Area, such allowance for losses shall be one and one-quarter percent (1 1/4%).

The allowance for losses provided for Service Classification Nos. 13 and 14 of this Schedule shall be based on the Company's sales loss factor as calculated each year based on the twelve months ended August 31.

F. Billing and Payment

All bills are rendered at the "unit prices" stated in this Schedule, and that amount is due on bills paid on or before the "past due" date indicated on the bill. A late payment charge at the rate of one and one-half percent (1 1/2%) per month will be billed on all amounts not paid by that date. Further details are in Section 8 of PSC No. 90 Gas, or superseding issues thereof.

G. Alternate Fuel Facilities

Where service provided hereunder is subject to the Customer maintaining alternate fuel facilities, the Company reserves the right to conduct an on-site inspection of such facilities at any time to determine whether the facilities are properly installed, maintained, functioning and capable of serving the Customer's energy requirements at a level equivalent to the natural gas delivered hereunder, or as specified in the Customer's Transportation Service Agreement.

Issued By: George E. Bonner, Vice President - Gas Operations & Marketing, Binghamton, NY
(Name of Officer, Title, Address)